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13

14 UNITED STATES BANKRUPTCY COURT
15 DISTRICT OF NEVADA

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17 In Re:
18 ELKO GOLD MINE, LLC,
19 a Nevada limited liability company,
20 Debtor.

Case No. BK-N-11-50084-BTB
Chapter 11

DECLARATION OF JAGMOHON
DHILLON IN SUPPORT OF
APPROVAL OF PLAN OF
REORGANIZATION

Hearing Date: October 26, 2011
Hearing Time: 3:00 p.m.

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22 _____ /
23 I, JAGMOHON DHILLON, hereby declare under penalty of perjury that the
24 following assertions are true:

- 25 1. I am a Managing Member the Debtor, Elko Gold Mine, LLC.
26 2. If called to testify, I would be competent to testify as to the matters set forth
27 in this declaration.

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1 3. In connection with my management of Elko Gold Mine, LLC, I have
2 prepared, with the assistance of my staff, a five (5) year projection for the operation of the
3 Debtor's business, a copy of which is attached hereto as **Exhibit "A"** (also attached to
4 Errata To Debtor's Second Amended Disclosure Statement [DE 132]). The projection is
5 based upon historical operations, with minimal adjustments for future operations

6 DATED this 25th day of October, 2011.

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9 JAGMOHON DHILLON
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Exhibit “A”

Elko Gold Mine LLC	1	2	3
Monthly Period 2008 - 2010	YTD 2008	YTD 2009	YTD 2010
Total Gross Cash Receipts	1,181,270.07	1,199,940.47	1,391,552.56
Salaries and Wages	292,365.40	330,383.19	352,967.40
Payroll Taxes	32,269.80	37,172.61	40,220.87
Employee Benefits	94.78		172.75
Total Payroll Expense	324,729.98	367,555.80	393,361.02
Operational Expense			
Comp Brkf Food/Supplies	17,596.81	72,554.77	93,570.36
Operating Supplies	13,160.83	55,001.43	47,976.38
Operating Services	8,541.27	37,062.98	107,244.10
Office Supplies	2,561.23	4,005.07	588.38
Professional & Legal Fees	17,860.10	3,806.00	32,537.71
Rent & Lease	173,177.33	29,570.00	
Equipment Purchased	5,878.15		
Travel Agent Commission			
Dry Cleaning	4,787.26	431.61	
In-House Movie	12,413.41		
Franchise Fees	68,300.00		192,316.78
Employee Training			
Travel Expense	3,852.94	7,236.76	10,961.38
Postage & Freight	3,234.35	503.39	252.89
License and Tax	150.00	1,577.92	734.00
Management Fee	22,830.58	44,359.90	52,547.00
Charitable Contributions		1,600.00	2,461.00
Dues and Subscriptions	329.00	250.00	
Software Comm. and Internet	3,945.60	15,407.19	20,195.56
Bank Charges	33,713.30	6,587.00	15,714.12
Credit Card Merchant Fees	10,738.31	24,586.71	32,654.07
Insurance	19,980.81	28,600.72	54,266.08
Pest Control	2,258.37		
Repair & Maintenances	46,727.45	169,423.08	106,695.72
Utilities	157,178.01	138,458.83	134,105.98
Theft & Loss		71.40	141.11
Advertising and Promotion	3,430.63		12,605.75
Admin & General	632,645.74	641,094.76	917,568.37
Property Taxes	23,349.18	48,047.74	49,310.01
Occupancy Tax	117,329.93	78,059.85	72,371.30
Total Tax Expense	140,679.11	126,107.59	121,681.31
Mortgage Interest	108,650.26	346,306.89	189,467.33
Total 750 - Interest Expense	108,650.26	346,306.89	189,467.33
Total Job Cost	1,206,705.09	1,481,065.04	1,622,078.03
NOI	(25,435.02)	(281,124.57)	(230,525.47)

Elko Gold Mine LLC 5 year projection	1 May 2011 - April 2012	2 May 2012 - April 2013	3 May 2013 - April 2014	4 May 2014 - April 2015	5 May 2014 - April 2016
Tax Collected	192,720.00	203,400.00	217,200.00	231,000.00	249,600.00
Net Revenue - Rooms	1,606,000.00	1,695,000.00	1,810,000.00	1,925,000.00	2,080,000.00
Total Gross Cash Receipts	1,798,720.00	1,898,400.00	2,027,200.00	2,156,000.00	2,329,600.00
Salaries and Wages	321,200.00	339,000.00	362,000.00	385,000.00	416,000.00
Payroll Taxes	48,180.00	50,850.00	54,300.00	57,750.00	62,400.00
Employee Benefits					
Total Payroll Expense	369,380.00	389,850.00	416,300.00	442,750.00	478,400.00
Operational Expense					
Comp Bkft Food/Supplies	80,300.00	84,750.00	90,500.00	96,250.00	104,000.00
Operating Supplies	56,210.00	59,325.00	63,350.00	67,375.00	72,800.00
Operating Services	32,120.00	33,900.00	36,200.00	38,500.00	41,600.00
Office Supplies	8,030.00	8,475.00	9,050.00	9,625.00	10,400.00
Professional & Legal Fees	40,150.00	42,375.00	45,250.00	48,125.00	52,000.00
Travel Agent Commission	8,030.00	8,475.00	9,050.00	9,625.00	10,400.00
Dry Cleaning	8,030.00	8,475.00	9,050.00	9,625.00	10,400.00
Franchise Fees	128,480.00	135,600.00	144,800.00	154,000.00	166,400.00
Employee Training	8,030.00	8,475.00	9,050.00	9,625.00	10,400.00
Travel Expense	12,848.00	13,560.00	14,480.00	15,400.00	16,640.00
Postage & Freight	2,409.00	2,542.50	2,715.00	2,887.50	3,120.00
License and Tax	2,409.00	2,542.50	2,715.00	2,887.50	3,120.00
Management Fee	64,240.00	67,800.00	72,400.00	77,000.00	83,200.00
Dues and Subscriptions	3,212.00	3,390.00	3,620.00	3,850.00	4,160.00
Software Comm and Internet	8,030.00	8,475.00	9,050.00	9,625.00	10,400.00
Bank Charges	642.40	678.00	724.00	770.00	832.00
Credit Card Merchant Fees	40,150.00	42,375.00	45,250.00	48,125.00	52,000.00
Insurance	27,302.00	28,815.00	30,770.00	32,725.00	35,360.00
Pest Control	1,284.80	1,356.00	1,448.00	1,540.00	1,664.00
Repair & Maintenances	72,270.00	76,275.00	81,450.00	86,625.00	93,600.00
Utilities	128,480.00	135,600.00	144,800.00	154,000.00	166,400.00
Theft & Loss	160.60	169.50	181.00	192.50	208.00
Advertising and Promotion	14,454.00	15,255.00	16,290.00	17,325.00	18,720.00
Admin & General	747,271.80	788,683.50	842,193.00	895,702.50	967,824.00
Property Taxes	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00
Occupancy Tax	192,720.00	203,400.00	217,200.00	231,000.00	249,600.00
Total Tax Expense	242,720.00	253,400.00	267,200.00	281,000.00	299,600.00
Total Job Cost	1,359,371.80	1,431,933.50	1,525,693.00	1,619,452.50	1,745,824.00
NOI	439,348.20	466,466.50	501,507.00	536,547.50	583,776.00

* Year from now, the revenue increased is estimated in hopes economy stabilizes.